

SUMMARY ANALYSIS OF AMENDED BILL

Franchise Tax Board

Author: Lempert et. Al. Analyst: Marion Mann DeJong Bill Number: AB 1784

Related Bills: See Prior Analysis Telephone: 845-6979 Amended Date: 06/27/2000

Attorney: Patrick Kusiak Sponsor:

SUBJECT: California Internet Tax Freedom Act/Extends Repeal Date to January 1, 2005

DEPARTMENT AMENDMENTS ACCEPTED. Amendments reflect suggestions of previous analysis of bill as introduced/amended _____.

AMENDMENTS IMPACT REVENUE. A new revenue estimate is provided.

AMENDMENTS DID NOT RESOLVE THE DEPARTMENT'S CONCERNS stated in the previous analysis of bill as introduced/amended _____.

FURTHER AMENDMENTS NECESSARY.

☒ DEPARTMENT POSITION CHANGED TO Board support.

☒ REMAINDER OF PREVIOUS ANALYSIS OF BILL AS INTRODUCED January 26, 2000, STILL APPLIES.

OTHER - See comments below.

SUMMARY OF BILL

This bill would extend the expiration date of the California Internet Tax Freedom Act to January 1, 2005.

SUMMARY OF AMENDMENT

The June 27, 2000, amendment reinserted and extended the expiration date (the prior version had removed the January 1, 2002, expiration date, making the moratorium against specified Internet taxes permanent).

Except for the items discussed in this analysis, the department's analysis of the bill as introduced January 26, 2000, still applies. The Board's position has been changed to reflect action taken at the recent Board meeting.

BOARD POSITION

Support.

At its July 5, 2000, meeting, the Franchise Tax Board voted 2-0 to support this bill, with member B. Timothy Gage abstaining.

Board Position:

<input checked="" type="checkbox"/> S	<input type="checkbox"/> NA	<input type="checkbox"/> NP
<input type="checkbox"/> SA	<input type="checkbox"/> O	<input type="checkbox"/> NAR
<input type="checkbox"/> N	<input type="checkbox"/> OUA	<input type="checkbox"/> PENDING

Legislative Director

Date

Johnnie Lou Rosas

7/10/00